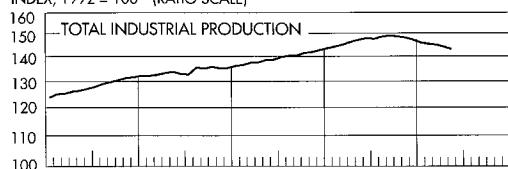


PRODUCTION AND BUSINESS ACTIVITY

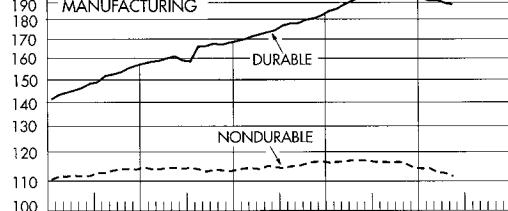
INDUSTRIAL PRODUCTION AND CAPACITY UTILIZATION

Industrial production and capacity utilization fell in May.

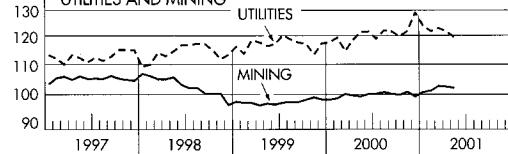
INDEX, 1992 = 100* (RATIO SCALE)



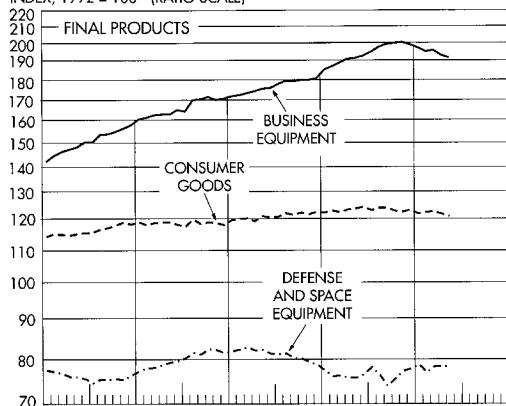
MANUFACTURING



UTILITIES AND MINING

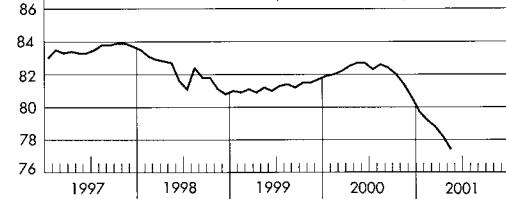


INDEX, 1992 = 100* (RATIO SCALE)



PERCENT*

CAPACITY UTILIZATION RATE (TOTAL INDUSTRY)



* SEASONALLY ADJUSTED
SOURCE: BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

COUNCIL OF ECONOMIC ADVISERS

[Monthly data seasonally adjusted]

Period	Total industrial production			Industry production indexes, 1992=100					Capacity utilization rate, percent ²	
	Index, 1992=100	Percent change ¹		Manufacturing			Mining	Utilities		
		From preced- ing month	From year earlier	Total	Durable	Non- durab- le		Total industry	Manufac- ture ing	
1991	97.0	.....	-2.0	96.2	95.5	97.0	102.6	100.4	79.3	77.9
1992	100.0	.....	3.1	100.0	100.0	100.0	100.0	100.0	80.2	79.4
1993	103.5	.....	3.5	103.7	105.7	101.6	100.0	104.0	81.3	80.4
1994	109.1	.....	5.4	109.9	114.6	104.8	102.3	105.4	83.1	82.5
1995	114.3	.....	4.8	115.7	124.2	106.6	102.0	109.1	83.3	82.5
1996	119.6	.....	4.6	121.4	134.7	107.4	103.5	112.7	82.6	81.6
1997	127.7	.....	6.8	130.8	148.8	112.3	105.3	112.8	83.5	82.7
1998	134.0	.....	4.9	138.2	162.3	114.4	103.0	114.1	82.1	81.3
1999	139.6	.....	4.2	144.8	175.6	115.4	98.0	117.1	81.2	80.5
2000	147.5	.....	5.6	153.6	193.4	116.9	100.0	120.4	82.1	81.3
2000: May	147.2	0.7	6.4	153.1	193.0	116.7	99.6	121.6	82.7	81.9
June	147.9	.5	6.7	153.8	194.6	116.7	100.4	121.7	82.7	82.0
July	147.6	-.2	5.7	153.7	194.7	116.3	100.5	119.1	82.3	81.6
Aug	148.6	.7	6.0	154.6	196.9	116.3	101.0	122.1	82.6	81.7
Sept	149.0	.2	6.1	155.1	198.4	116.0	100.4	121.7	82.4	81.7
Oct	148.7	-.2	5.1	154.9	197.6	116.3	100.1	120.0	82.0	81.2
Nov	148.2	-.3	4.5	154.1	196.7	115.5	101.1	121.9	81.4	80.5
Dec	147.3	-.6	3.1	152.6	195.1	114.1	99.6	129.1	80.6	79.3
2001: Jan	146.0	-.9	1.7	151.3	192.3	114.0	101.0	124.0	79.7	78.4
Feb ^r	145.4	-.4	.8	150.7	191.1	114.0	101.4	121.8	79.2	77.9
Mar ^r	145.1	-.2	-.1	150.1	191.4	112.6	102.9	123.0	78.8	77.4
Apr ^r	144.2	-.6	-1.4	149.1	189.7	112.3	102.7	121.7	78.2	76.7
May ^p	143.1	-.8	-2.8	148.1	188.8	111.2	102.3	119.6	77.4	76.0

¹ Percent changes based on unrounded indexes.

² Output as percent of capacity.

Source: Board of Governors of the Federal Reserve System.